

VIRGINIA:

130000366

BEFORE THE VIRGINIA GAS AND OIL BOARD

APPLICANT: CNX Gas Company LLC

VIRGINIA GAS
AND OIL BOARD

RELIEF SOUGHT: CREATION OF THE DRILLING UNIT
DEPICTED IN EXHIBIT A HERETO
TO BE SERVED RRR29SH
(herein "Subject Drilling Unit")
PURSUANT TO VA. CODE
§ 45.1-361.20; AND APPROVAL OF WELL
DENSITY AND WELL LOCATION IN
SUBJECT DRILLING UNIT

DOCKET NO.
VGOB 11-0719-2974

LEGAL DESCRIPTION:

SUBJECT DRILLING UNIT SERVED BY
RRR29SH
TO BE DRILLED IN THE LOCATION
DEPICTED ON EXHIBIT A HERETO,
PATTERSON QUADRANGLE
KNOX & NORTH GRUNDY MAGISTERIAL DISTRICTS
BUCHANAN COUNTY, VIRGINIA

REPORT OF THE BOARD

FINDINGS AND ORDER

1. Hearing Date and Place: This matter came for final hearing before the Virginia Gas and Oil board (hereafter "Board") at 9:00 a.m. on **July 19, 2011** at the Russell County Conference Center, Lebanon, Virginia.

2. Appearances: Leslie K. Arrington and Mark A. Swartz appeared for the Applicant. Sharon M.B. Pigeon, Assistant Attorney General was present to advise the Board.

3. Jurisdiction and Notice: Pursuant to Va. Code § 45.1-361.1 et seq., the Board finds that it has jurisdiction over the subject matter. Based upon the evidence presented by Applicant, the Board also finds that the Applicant has (1) exercised due diligence in conducting a meaningful search of reasonably available sources to determine the identity and whereabouts of each gas and oil owner, coal owner, or mineral owner entitled by the VA. Code and Board Rules to Notice hereof; and (2) has represented to the Board that it has given notice to those parties (hereafter sometimes "person(s)" whether referring to individuals, corporations, partnerships, associations, companies, businesses, trusts, joint ventures or other legal entities) entitled by Va. Code § 45.1-361.19 to notice of the Application filed herein; Whereupon, the Board hereby finds that the notices given herein satisfy all statutory requirements, Board rule requirements and the minimum standards of due process.

4. Relief Requested: Applicant requests (1) that pursuant to Va. Code § 45.1-361.20, the Board establish Subject Drilling Unit to be served by **RRR29SH**; (2) that the proposed location of **RRR29SH** be approved.

5. Relief Granted: The relief requested above shall be and hereby is granted.

5.1 The Board hereby: (1) establishes Subject Drilling Unit pursuant to Va. Code § 45.1-361.20; (2) allows multiple wells within the drilling unit established hereby as depicted on Exhibit A; and (3) approves the location of **RRR29SH** as depicted on Exhibit A.

6. Special Findings: The Board specifically and specially finds:

6.1 The proposed drilling unit is not an unreasonable or arbitrary exercise of a gas or oil owner's right to explore for or produce gas or oil.

6.2 Proposed drilling unit will not unreasonably interfere with the present or future mining of coal or other minerals.

6.3 The acreage to be included in the order is **313**.

6.4 The acreage mentioned above is to be embraced within the said drilling unit and which shall have the shape depicted in Exhibit A and further described in the Application.

6.5 The proposed **RRR29SH** may be drilled in the subject drilling unit at the locations indicated.

6.6 The said well shall not be subject to an allowable production.

6.7 The Board finds the subject drilling unit conforms to the mine development plan and corresponds with mine operations, including, without limitation, the drilling of multiple coalbed methane gas wells in the subject drilling unit.

7. Mailing Of Order And Filing Of Affidavit: Applicant or its Attorney shall file an affidavit with the Secretary of the Board within sixty (60) days after the date of recording of this Order stating that a true and correct copy of said Order was mailed within seven (7) days from the date of its receipt by the Applicant to each Respondent named in the Notice of hearing and whose address is known.

8. Conclusion: Therefore, the requested relief and all terms and provisions set forth above be and hereby are granted and IT IS SO ORDERED.

9. Appeals: Appeals of this Order are governed by the provisions of Va. Code Ann. § 45.1-361.9 which provides that any order or decision of the Board may be appealed to the appropriate circuit court.

10. Effective Date: This Order shall be effective as of the date of the Board's approval of this Application, which is set forth at Paragraph 1 above.

DONE AND EXECUTED this 31 day of ~~February~~ ^{January} 2013,
by a majority of the Virginia Gas and Oil Board.

Bradley C. Lambert
Chairman, Bradley C. Lambert

DONE AND PERFORMED this 31ST day of ~~February~~ ^{January}, by
Order of the Board.

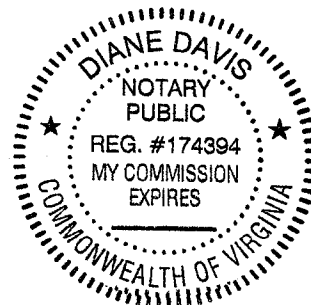
Rick Cooper
Rick Cooper
Principal Executive to the
Staff, Virginia Gas and Oil Board

STATE OF VIRGINIA
COUNTY OF RUSSELL

Acknowledged on this 31ST day of ~~February~~ ^{January}, 2013
personally before me a notary public in and for the Commonwealth of
Virginia, appeared Bradley C. Lambert, being duly sworn did depose and
say that he is Chairman of the Virginia Gas and Oil Board, and appeared
Rick Cooper, being duly sworn did depose and say that he is Principal
Executive to the Staff of the Virginia Gas and Oil Board that they
executed the same and were authorized to do so.

Diane Davis
Diane Davis, Notary Public
174394

My commission expires: September 30, 2013



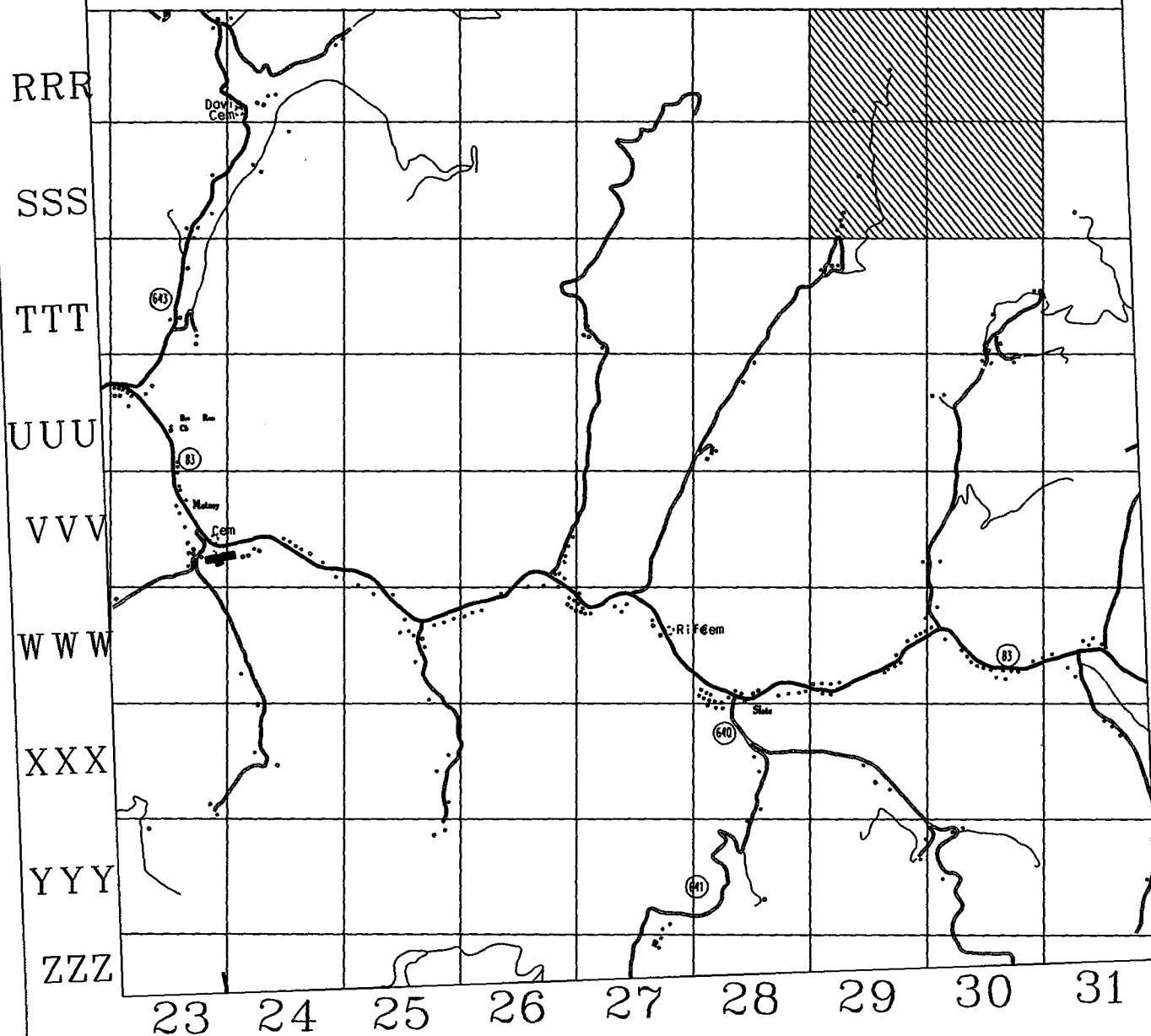
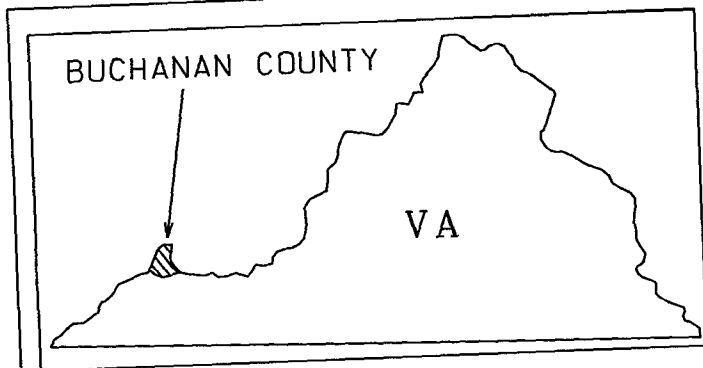


EXHIBIT A1
UNIT RRR29SH
VGOB-11-0719-2974

BU
\$ 14.00

INSTRUMENT #130000366
RECORDED IN THE CLERK'S OFFICE OF
BUCHANAN COUNTY ON
MARCH 1, 2013 AT 05:00PM

BEVERLY S. TILLER, CLERK
RECORDED BY: MXB